

# ABRIDGED UNAUDITED FINANCIAL STATEMENTS FOR THE QUARTER ENDED 31 MARCH 2020

Business Registration Number: C07009339

## STATEMENT OF COMPREHENSIVE INCOME

	THE GROUP		
	Unaudited		Audited
	3 months ended Mar 2020	Mar 2019	Year ended Dec 2019
	Rs M	Rs M	Rs M
Income	37.7	39.6	414.0
Government taxes & duties	(15.3)	(22.0)	(156.8)
Payment to National Solidarity Fund	(0.6)	(1.6)	(17.7)
Net Income	21.8	16.0	239.5
Other income	0.4	-	3.1
Selling expenses	(5.9)	(6.7)	(44.5)
Operating expenses	(23.5)	(24.6)	(104.1)
Loss allowance on trade receivables	-	-	-
Payments to The Mauritius Turf Club	(0.0)	(2.8)	(55.1)
Operating profit / (loss)	(7.2)	(18.1)	38.9
Finance income	-	-	0.2
Finance costs	-	(0.2)	(0.9)
Finance costs - net	-	(0.2)	(0.7)
Profit / (Loss) before income tax	(7.2)	(18.3)	38.2
Income tax expense	(1.1)	2.9	(6.2)
Profit / (Loss) for the period	(8.3)	(15.4)	32.0
Other comprehensive income:			
Items that will not be reclassified to profit or loss			
Changes in the fair value of financial assets	-	-	0.1
Re-measurements of post-employment benefit obligations	-	-	0.2
Deferred tax charge relating to re-measurements of post-employment benefits	-	-	-
Re-measurements of post-employment benefit obligations - net of tax	-	-	0.2
Total other comprehensive income for the period	-	-	0.3
Profit / (Loss) and total comprehensive income for the period	(8.3)	(15.4)	32.3
Profit / (Loss) for the period attributable to:			
Owners of the company	(9.1)	(16.1)	29.2
Non-controlling interests	0.8	0.7	2.8
	(8.3)	(15.4)	32.0
Profit / (loss) and total comprehensive income for the period attributable to:			
Owners of the company	(9.1)	(16.1)	29.5
Non-controlling interests	0.8	0.7	2.8
	(8.3)	(15.4)	32.3
Basic and diluted earnings per share	Rs (2.57)	(4.56)	8.27
Number of shares in issue	3,535,000	3,535,000	3,535,000

## SEGMENT INFORMATION

	Unaudited	
	3 months ended	
	Mar 2020	Mar 2019
	Rs M	Rs M
<b>Income</b>		
Horse racing	-	13.1
Foreign football matches	32.4	21.9
All other segments	5.3	4.6
Total	37.7	39.6
<b>EBITDA</b>		
Horse racing	(14.2)	(12.4)
Foreign football matches	7.8	(5.5)
All other segments	1.9	1.8
Total	(4.5)	(16.1)
Depreciation	(2.7)	(2.0)
Finance costs	-	(0.2)
Profit / (Loss) before taxation	(7.2)	(18.3)
	Mar 2020	Mar 2019
	Rs M	Rs M
<b>Total assets</b>		
Horse racing	125.6	115.0
Foreign football matches	31.4	28.9
All other segments	10.9	11.0
TOTAL	167.9	154.9
<b>Additions to non-current assets (other than financial instruments and deferred income tax assets)</b>		
Horse racing	2.7	1.4
Foreign football matches	0.7	0.4
All other segments	-	-
TOTAL	3.4	1.8
<b>Total liabilities</b>		
Horse racing	66.1	70.8
Foreign football matches	16.5	17.7
All other segments	3.3	3.4
TOTAL	85.9	91.9

## CONSOLIDATED BALANCE SHEET

	THE GROUP	
	Unaudited	Audited
	Mar 2020	Dec 2019
	Rs M	Rs M
<b>ASSETS</b>		
Non current assets	117.3	111.3
Current assets	50.6	67.3
<b>Total assets</b>	167.9	178.6
<b>EQUITY AND LIABILITIES</b>		
Owners' interests	78.2	87.3
Non-controlling interests	3.8	3.0
<b>Total equity</b>	82.0	90.3
Non current liabilities	8.1	6.0
Current liabilities	77.8	82.3
<b>Total liabilities</b>	85.9	88.3
<b>Total equity and liabilities</b>	167.9	178.6

## CONSOLIDATED STATEMENT OF CASH FLOWS

	THE GROUP	
	Unaudited	
	3 months ended Mar 2020	Mar 2019
	Rs M	Rs M
Net cash from operating activities	(9.9)	(24.0)
Net cash used in investing activities	(10.6)	(1.8)
Net cash used in financing activities	(24.3)	(22.7)
Net increase in cash and cash equivalents	(44.8)	(48.5)
Cash and cash equivalents at the beginning of year	31.1	32.1
Cash and cash equivalents at the end of year	(13.7)	(16.4)

## STATEMENT OF CHANGES IN EQUITY

THE GROUP	Attributable to owners of the parent						Non-controlling Interests	Total Equity
	Share Capital	Share Premium	Post- employment Benefits Reserve	Fair value Reserve	Retained Earnings	Total		
	Rs M	Rs M	Rs M	Rs M	Rs M	Rs M		
Balance as at 01 January 2019	24.7	1.2	-	1.4	48.0	75.3	3.1	78.4
Profit / (Loss) for the period	-	-	-	-	(16.1)	(16.1)	0.7	(15.4)
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	(16.1)	(16.1)	0.7	(15.4)
Transaction with owners								
Dividends	-	-	-	-	-	-	-	-
Write back of dividend payable	-	-	-	-	-	-	-	-
Other movements	-	-	-	-	-	-	-	-
Total transactions with owners	-	-	-	-	-	-	-	-
Balance as at 31 March 2019	24.7	1.2	-	1.4	31.9	59.2	3.8	63.0
Balance as at 01 January 2020	24.7	1.2	0.2	1.6	59.6	87.3	3.0	90.3
Profit / (Loss) for the period	-	-	-	-	(9.1)	(9.1)	0.8	(8.3)
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	(9.1)	(9.1)	0.8	(8.3)
Transaction with owners								
Dividends	-	-	-	-	-	-	-	-
Write back of dividend payable	-	-	-	-	-	-	-	-
Total transactions with owners	-	-	-	-	-	-	-	-
Balance as at 31 March 2020	24.70	1.20	0.2	1.6	50.5	78.2	3.8	82.0

## COMMENTS ON RESULTS

### ACCOUNTING STANDARDS

The abridged condensed financial statements for the quarter ended 31 March 2020 are unaudited and have been prepared using the same accounting policies as those adopted in the financial statements for the year ended 31 December 2019.

### RESULTS

Group's Income for the first quarter decreased by 4.8% to reach Rs 37.7M compared to Rs 39.6M at 31 March 2019. The drop is attributable to the impact of the lockdown and cessation of the company's operations due to the Covid-19 pandemic as from the 19<sup>th</sup> of March 2020. The beginning of the horse racing season has been postponed; no meetings were held during the reporting quarter compared to two race meetings for the previous year's corresponding quarter. An increase of Rs 10.5M (+48%) in football income during the quarter positively impacted the group's performance resulting in a loss of Rs 8.3M compared to Rs 15.4M for 2019.

### PROSPECTS

The Company is presently going through challenging times and has not derived any revenue since 19<sup>th</sup> March 2020. The second quarter to 30<sup>th</sup> June 2020 will be substantially impacted by lockdowns locally and internationally resulting in the postponement of horse racing in Mauritius and of major football leagues worldwide. Management has taken all steps to minimise operating expenses; the Company also received the help of the Government through the wage assistance scheme for the payment of its salaries for March and April 2020. Monies received through this scheme shall be reimbursed should the Company be profitable as stipulated in the Covid-19 Act.

It is imperative that the revenue stream that has dried up as a result of the lockdown period resumes. To that effect, the Company has submitted to the authorities a protocol to demonstrate that it can start operating in a safe environment when betting products become available.

The Company has implemented sanitary measures that are in line with the recommendations of the authorities for its staff.

The Directors expect the year end results to be materially affected by the lockdown.

By order of the Board  
**Box Office Ltd**

This 20 May 2020

The above abridged audited financial statements are issued pursuant to Listing Rule 12.20 and the Securities Act 2005.

The statement of direct and indirect interests of insiders of the Company required under Rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 is available upon request from the Secretary.

The Board of Directors of Automatic Systems Ltd, accepts full responsibility for the accuracy of the information contained in these abridged audited financial statements.

Copies of the abridged audited financial statements of the Company are available free of charge at the registered office of the Company c/o Box Office Ltd, 2<sup>nd</sup> floor, Palm Square, 90906 La Mivoile, Tamarin, Mauritius.